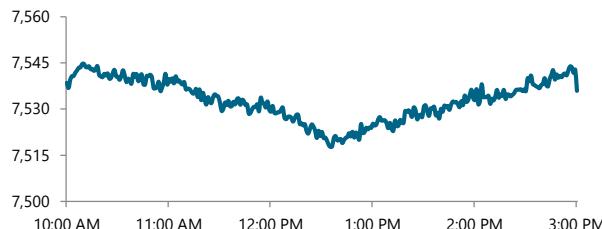


Daily Markets Overview

11 August 2020

TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,536	0.1	0.5	-10.2	21.1
Saudi (NOMUC)	8,177	-0.1	0.7	13.9	32.4
Energy	5,064	0.2	0.6	-7.0	21.2
Materials	4,746	0.3	0.8	-8.1	NA
Capital Goods	4,258	0.3	1.0	-1.7	29.0
Com. & Prof. Svc	3,991	0.3	1.0	-16.4	15.6
Transportation	4,009	0.7	1.2	-8.8	45.1
Cons. Durables & Apparel	3,828	-0.1	1.0	9.2	NA
Consumer Services	3,604	0.0	0.9	-9.0	9.3
Media	7,317	0.2	0.5	-22.2	26.6
Retailing	7,262	0.3	2.0	-5.6	NA
Food & Staples Retailing	9,699	0.8	0.6	46.6	NA
Food & Beverages	5,364	0.0	-0.5	23.2	43.1
Health Care Equipment	4,733	0.7	1.6	26.9	32.0
Pharma, Biotech & Life Science	4,222	0.0	0.3	17.4	NA
Banks	6,523	0.0	0.4	-19.5	13.1
Diversified Financials	3,350	0.4	1.1	1.4	NA
Insurance	5,211	0.0	0.6	15.4	NA
Telecommunication	6,291	-0.7	-1.0	-2.8	21.7
Utilities	3,429	0.0	0.0	-22.1	NA
REITs	3,856	0.0	0.5	-8.1	21.0
Real Estate	2,734	0.1	0.9	-12.7	NA

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Saudi Arabia Refineries Co.	47.15	9.9%	194
Methanol Chemicals Co.	8.18	6.8%	77
Basic Chemical Industries Co.	25.95	5.6%	36
Saudi Paper Manufacturing Co.	42.35	4.8%	125
Wafrah for Industry and Development Co.	61.00	4.8%	124

Source: Tadawul

Latest Earnings

Company	Date	Period	Q NI (SAR mn)	Y/Y %	Q EPS (SAR)	vs. Consensus
SPCC	10-Aug	2Q20	135.0	48%	0.96	NA
QACCO	10-Aug	2Q20	85.5	21%	0.95	NA
Saudi Cement	10-Aug	2Q20	74.5	-19%	0.49	NA
MIS	10-Aug	2Q20	24.4	88%	1.22	NA
Herfy Foods	10-Aug	2Q20	-34.2	-184%	-0.53	NA

Source: Tadawul

NOTES:
(1) Prices as of last trade. Updated as of August 10, 2020
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- TASI closed 0.1% higher to 7,536 while NOMUC declined 0.1% to 8,177 on Monday. TASI traded value totaled SAR 5.9bn and averaged SAR 5.6bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 23.7% of the daily traded value.
- MSCI Emerging Markets closed 0.3% lower on Monday, trading at P/E (TTM) of 18.6x vs. 21.1x for TASI.
- Banks closed flat, while Materials gained 0.3%. Telecom closed 0.7% lower. Food & Staples Retailing (up 0.8%) was the best performing sector. Among stocks, Saudi Arabia Refineries Co. (2030/SARCO AB), Methanol Chemicals Co. (2001/CHEMANOL AB), and Basic Chemical Industries Co. (1210/BCI AB), led the gainers.
- According to the General Authority for Statistics (GASTAT), KSA's Industrial Production Index (IPI) declined 22.42% Y/Y to 98.22 points in June 2020. The index decline was driven by the mining and quarrying activity that went down 23% by the end of June, as the country cut oil production from 9.8 million barrels per day in June 2019 to 7.5 million barrels per day in June 2020. (Source: Argaam)
- Southern Province Cement Co. (3050/SOCCO AB) reported a net profit after Zakat and tax of SAR 318mn (USD 84.8mn) for 1H20, a 51% rise Y/Y, compared to SAR 211mn (USD 56.3mn) a year earlier. The profit increase was driven by a 28.9% Y/Y revenue growth and a 25.6% Y/Y rise in sales volumes. Moreover, other revenue surged by over fourfold Y/Y. (Source: Argaam)
- The Qassim Cement Co. (3040/QACCO) reported a net profit after Zakat and tax of SAR 196.6mn (USD 53.4mn) for 1H20, a 56% rise Y/Y, driven by higher sales volumes and improved selling prices, despite increased general and administrative expenses (G&As). (Source: Argaam)
- Herfy Food Services Co. (6002/HERFY AB) reported net losses after Zakat and tax of SAR 9.1mn (USD 2.4mn) for 1H20, versus net profit of SAR 88.9mn (USD 23.7mn) in prior-year period, driven by a 25% drop in sales due to the COVID-19 lockdown. (Source: Argaam)
- Saudi Cement Co. (3030/SACCO AB) reported a net profit after Zakat and tax of SAR 222.1mn (USD 59.2mn) for 1H20, a marginal decrease of 1% from SAR 224.8mn (USD 59.9mn) a year earlier. The marginal decline was attributed to higher Zakat provision, selling and distribution expenses, as well as a decline in the company's share in the net results of associates. (Source: Argaam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Southern Province Cement Co.	65.30	-5.1%	65
Wataniya Insurance Co.	34.50	-5.1%	50
Al Hammadi Co for Development & Investment	27.20	-3.2%	25
Tihama Advertising & Public Relations Co.	23.48	-1.7%	14
Al Yamamah Steel Industries Co.	19.10	-1.6%	21

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Dar Alrakan Real Estate Development Co.	7.70	2.7%	559
Al Rajhi Bank	60.00	0.0%	293
Saudi Arabia Refineries Co.	47.15	9.9%	194
The Saudi Arabian Oil Company	33.10	0.2%	187
Amlak International for Real Estate Finance Co.	21.86	4.0%	175

Source: Tadawul

Daily Markets Overview

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,094	0.0	-0.7	-24.3	7.2
Abu Dhabi (ADX)	4,354	0.5	-0.1	-14.2	15.0
Kuwait (KSE)	4,809	0.1	0.1	-13.9	27.7
Qatar (QE)	9,418	0.2	0.1	-9.7	15.4
Oman (MSM)	3,577	-0.3	0.2	-10.2	5.2
Bahrain (BSE)	1,300	0.5	0.9	-19.3	12.1
DJMENA Index	517	0.2	0.3	-14.6	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	3,360	0.3	0.3	4.0	26.6
US (NASDAQ 100)	10,968	-0.4	-0.4	22.2	NA
UK (FTSE 100)	6,051	0.3	0.3	-19.8	NA
Germany (DAX)	12,688	0.1	0.1	-4.2	38.9
France (CAC 40)	4,910	0.4	0.4	-17.9	43.4
Russia (MICEX)	2,961	-0.4	-0.4	-2.8	8.5
Japan (Nikkei)	22,330	0.0	0.0	-5.6	NA
Hong Kong (HSI)	24,377	-0.6	-0.6	-13.5	11.4
South Korea (KOSPI)	2,386	1.5	1.5	8.6	29.1
China (SHCOMP)	3,379	0.8	0.8	10.8	17.0
India (NIFTY)	11,270	0.5	0.5	-7.4	27.0
Brazil (IBOV)	1,03,444	0.7	0.7	-10.6	NA
Turkey (BIST 100)	1,076	1.4	1.4	-6.0	8.9
Egypt (EGX30)	10,938	1.1	1.1	-21.7	11.0
MSCI Emerging Markets	1,086	-0.3	-0.3	-2.5	18.6
MSCI World	2,361	0.2	0.2	0.1	28.0

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	45.0	1.3	1.3	-31.8	-23.2
Natural Gas (\$/mmbtu)	2.2	-3.8	-3.8	-1.6	-6.6
Gold (\$/oz)	2,027	-0.4	-0.4	33.6	34.2
Silver (\$/oz)	29.1	2.9	2.9	63.2	70.7
Platinum (\$/oz)	986	2.0	2.0	2.0	14.9
Copper (\$/t)	6,394	1.4	1.4	4.0	11.9
Zinc (\$/t)	2,383	-0.4	-0.4	4.5	5.0
Lead (\$/mt)	1,880	-2.1	-2.1	-2.3	-10.6
Wheat (\$/bu)	491	-0.9	-0.9	-12.1	-2.5
Corn (\$/bu)	323	0.7	0.7	-16.7	-20.7
Sugar (\$/lb)	12.6	-0.9	-0.9	-6.5	-4.4

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	0.25	0.00	-1.66	0.00
Saudi Arabia	0.92	0.00	-1.31	0.67
UAE	0.46	0.00	-1.75	0.21
Kuwait	1.56	0.00	-1.19	1.31
Qatar	1.23	-0.02	-1.03	0.97
Bahrain	2.28	0.00	-0.38	2.03

Source: Reuters

NOTES:

(1) Prices updated as of August 10, 2020 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended mixed on Monday. S&P 500 gained 0.3%, while NASDAQ declined 0.4%. Dow Jones Industrial increased 1.3%. In Europe, UK gained 0.3%. Germany and France closed 0.1% and 0.4% higher, respectively.
- Asian markets are trading in the green on Tuesday. China and Japan are 0.3% and 1.8%, respectively. South Korea, Hong Kong and India are trading 1.5%, 2.4% and 0.8% higher, respectively, in the morning session.
- GCC markets ended mostly higher on Monday. Dubai closed flat, while Abu Dhabi increased 0.5%. Kuwait and Qatar gained 0.1% and 0.2%, respectively. Oman closed 0.3% lower, while Bahrain closed 0.5% higher.
- Dubai-based Union Properties (UPP UH) said it has successfully reached an agreement with Emirates NBD for the full restructuring of its outstanding AED 946mn (SAR 965mn) debt with the bank along with payment of the initial amount as per the new terms. (Source: *Trade Arabia*)
- UAE-based Azizi Developments has broken ground on its AED 350mn (SAR 357mn) Creek Views II, a key development on the shores of the iconic Dubai Creek in Dubai Healthcare City. (Source: *Trade Arabia*)
- UAE's Federal Authority for Identity and Citizenship (ICA) has issued a decision to extend the deadline for holders of expired entry permits and visas from August 11, 2020, for one month, to enable them to leave the country and exempt them from all resulting fines. (Source: *Trade Arabia*)
- The Dubai Electricity and Water Authority (Dewa) announced that more than 400,000 residential customers have enrolled in the 'My Sustainable Living Programme' since its launch in October 2018. DEWA added that these positive results stem from its efforts to promote conservation among different customer segments, especially the residential sector. (Source: *Trade Arabia*)
- Abu Dhabi National Oil Company (ADNOC) has set the selling price (OSP) for its benchmark Murban crude at a premium of USD 0.85 (SAR 3.2) per barrel for September, down by USD 0.90 (SAR 3.4) from August. (Source: *Decypha*)

Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended August 7 (prior: -7.4mn barrels) will be announced tomorrow. (Source: *Trading Economics*)
- UK's Industrial Production for June 2020 (prior: 6% M/M, -20% Y/Y) will be announced tomorrow. (Source: *Trading Economics*)
- US jobless claims for the week ended August 8 (prior: 1.2mn) will be announced on August 13. (Source: *Trading Economics*)

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(Closed Joint Stock Company Owned by Banque Saudi Fransi)

Authorized and regulated under Capital Market Authority license 11153-37. The company is operating under commercial registration 1010231217 with a paid up capital of SAR 500,000,000.

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